

Winchester Second Quarter

Winchester 2005 second quarter sales were \$80.4M versus \$70.5M in the second quarter of 2004. The increase reflects higher Law Enforcement and Military sales. Commercial sales in the quarter were below 2004 levels. Winchester generated breakeven results in the quarter versus a profit of \$3.0M in the second quarter of 2004 due to higher manufacturing and material cost, including commodity metals, which more than offset the impact of increased volume and increased prices to commercial customers.